STATE RISK MANAGEMENT WORKERS COMPENSATION FUND INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2006

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		July-06	:		Current FYTD	Prior Year FY06	3 Years Ended	5 Years Ended
		Alloc		Month	טווו	1 100		6/30/2006
	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY								
Structured Growth								
Los Angeles Capital	141,381	3.7%	4.2%	-3.69%	-3.69%	11.12%	N/A	N/A
Total Structured Growth	141,381	3.7%	4.2%	-3.69%	-3.69%	11.12%	N/A	N/A
Russell 1000 Growth				-1.90%	-1.90%	6.12%	N/A	N/A
Structured Value								
LSV	159,836	4.2%	4.2%	2.03%	2.03%	15.05%	N/A	N/A
Russell 1000 Value				2.43%	2.43%	12.10%	N/A	N/A
Russell 1000 Enhanced Index	200 = 10	= ==(0.00/	4.000/	4 000/	44 500/		
LA Capital	283,740	7.5%	8.3%	-1.08%	-1.08%	11.58%	N/A	N/A
Russell 1000				0.22%	0.22%	9.08%	N/A	N/A
S&P 500 Enhanced Index	220 044	0.00/	0.20/	0.050/	0.050/	0.770/	NI/A	NI/A
Westridge S&P 500	339,611	9.0%	8.3%	0.65% 0.62%	0.65% 0.62%	8.77% 8.63%	N/A N/A	N/A N/A
				0.02 /6	0.02 /	0.03/0	IVA	IV/A
Index	405.000			0.050/	0.050/	0.540/	N1/A	N1/A
State Street Total Index	105,232 105,232	2.8%	2.8%	0.85% 0.85%	0.85% 0.85%	9.51% 9.51%	N/A N/A	N/A N/A
S&P 500	103,232	2.0 /6	2.0 /6	0.62%	0.62%	8.63%	N/A	N/A
	4 000 000	07.00/	07.00/					
TOTAL LARGE CAP DOMESTIC EQUITY	1,029,800	27.2%	27.8%	-0.22%	-0.22%	10.95%	N/A	N/A
S&P 500				0.62%	0.62%	8.63%	N/A	N/A
SMALL CAP DOMESTIC EQUITY								
Manager-of-Managers								
SEI	332,902	8.8%	9.3%	-3.55%	-3.55%	13.58%	N/A	N/A
Russell 2000 + 200bp				-3.09%	-3.09%	16.86%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	332,902	8.8%	9.3%	-3.55%	-3.55%	13.58%	N/A	N/A
Russell 2000	,			-3.25%	-3.25%	14.58%	N/A	N/A
DOMESTIC FIXED INCOME								
Core Bond	200.050	04.40/	00.00/	4.050/	4.050/	0.000/	N1/A	NI/A
Western Asset Lehman Aggregate	800,252	21.1%	20.0%	1.65% 1.35%	1.65% 1.35%	-0.90% -0.81%	N/A N/A	N/A N/A
55 5				1.35/6	1.30/0	-0.01/6	IVA	IV/A
Core Plus/Enhanced	400 700	4.00/	0.70/	NI/A	N1/A	N1/A	N1/A	N1/A
Clifton Group Prudential	182,782	4.8% 0.0%	6.7% 0.0%	N/A N/A	N/A N/A	N/A N/A	N/A N/A	N/A N/A
Total Core Plus/Enhanced	182,782	4.8%	6.7%	N/A N/A	N/A N/A	N/A N/A	N/A N/A	N/A N/A
Lehman Aggregate	102,702	4.0 /0	0.7 /6	1.35%	IN/A	IN/A	IN/A	IN/A
55 5				1.55 /6				
Index	500 244	44.00/	42.20/	4.000/	4.000/	4 4 4 0 /	NI/A	NI/A
Bank of ND Lehman Gov/Credit (1)	530,341	14.0%	13.3%	1.08% 1.30%	1.08% 1.30%	-1.14% -1.52%	N/A 1.04%	N/A 4.78%
, ,				1.3076	1.3070	-1.02 /0	1.0470	4.7070
BBB Average Quality	707.045	24.40/	20.00/	4 540/	4 540/	0.440/	NI/A	N/A
Wells Capital (formerly Strong) Lehman US Credit BAA	797,615	21.1%	20.0%	1.51% 1.58%	1.51% 1.58%	-2.11% -2.37%	N/A N/A	N/A N/A
Lennan 00 Credit DAA				1.5076	1.5076	-2.37 /0	11//	IV/A
TOTAL DOMESTIC FIXED INCOME	2,310,989	61.0%	60.0%	1.43%	1.43%	-1.39%	N/A	N/A
Lehman Aggregate (2)				1.35%	1.35%	-0.81%	N/A	N/A
CASH EQUIVALENTS								
Bank of ND	113,662	3.0%	3.0%	0.45%	0.45%	4.50%	N/A	N/A
90 Day T-Bill				0.42%	0.42%	4.00%	N/A	N/A
TOTAL RISK MANAGEMENT FUND	3,787,352	100.0%	100 0%	0.49%	0.49%	3.25%	N/A	N/A
POLICY TARGET BENCHMARK	3,707,332	. 00.0 /0	.00.0 /0	0.49%	0.69%	3.37%	N/A	N/A
				0.0070	0.0070	3.07 70	14/71	14/7

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

⁽²⁾ Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.